GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1871
ANSWERED ON:03.08.2001
HAWALA TRANSACTION
GADDE RAMAMOHAN;HARIBHAU MAHALE;M.V.V.S MURTHI;SHIVAJI MANE

Will the Minister of FINANCE be pleased to state:

(a) whether the US based NRI admitted that he had channelisedfodder scam money to beneficiaries in India through hawala transaction;

(b) if so, the details in this regard;

(c) the details of persons whom the payment of money made by NRI; and

(d) the action taken by the Government in this regard?

Answer

Minister of State in the Ministry of Finance (SHRI GINGEE N. RAMACHANDRAN)

(a) & (b) One Shri Ramesh Arora, a Canadian citizen of Indian origin, who is presently living in the USA, during the course of investigations has revealed to have made payments to the tune of Rs. 30 lakhs through his NRE accounts in India to the family members of Dr. R.K. Rana, an accused in the fodder scam case.

(c) The details of family members of Dr. R.K. Rana to whom the payments have been made by ShriRamesh Arora through his NRE accounts are as follows:

S.No.	Name of recipient	Amount paid
1.	Mrs. Nayana Rana	Rs. 6 lakhs
2.	Master Amit Rana	Rs. 6 lakhs
3.	Master Saurabh Rana	Rs. 6 lakhs
4	Master Gaurav Rana	Rs. 6 lakhs
5.	Km.Rashmi Rana	Rs. 6 lakhs
Total	:	Rs. 30 lakhs

(d) A Show Cause Notice has been issued against Dr. R.K. Rana, Mrs. Nayana Rana and Shri Ramesh Arora under the Foreigr Exchange Regulation Act, 1973. Adjudication and Prosecution proceedings have also been initiated against them.